

# CHILD CARE PROVIDER LOAN FORGIVENESS FORBEARANCE FORM

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CCPF

## Federal Family Education Loan Program

YOU MAY APPLY FOR LOAN FORGIVENESS ONLY IF YOU HAD NO OUTSTANDING BALANCE ON A WILLIAM D. FORD FEDERAL DIRECT LOAN (DIRECT LOAN) PROGRAM LOAN OR A FEDERAL FAMILY EDUCATION LOAN (FFEL) PROGRAM LOAN ON OCTOBER 7, 1998, OR HAD NO OUTSTANDING BALANCE ON A DIRECT LOAN OR FFEL PROGRAM LOAN ON THE DATE YOU OBTAINED A LOAN AFTER OCTOBER 7, 1998.

**WARNING:** Any person who knowingly makes a false statement or misrepresentation on this form or on any accompanying documents shall be subject to penalties which may include fines, imprisonment or both, under the U.S. Criminal Code and 20 U.S.C. §1097.

### SECTION 1: BORROWER IDENTIFICATION

Please enter or correct the following information. If you make a correction, check this box: ☐

SSN | | | | - | | | - | | | | |

Name \_\_\_\_\_

Address \_\_\_\_\_

City, State, Zip \_\_\_\_\_

Telephone - Home ( ) \_\_\_\_\_

Telephone - Other ( ) \_\_\_\_\_

E-mail (optional) \_\_\_\_\_

### SECTION 2: GENERAL INFORMATION AND INSTRUCTIONS FOR FORBEARANCE REQUEST

- The Child Care Provider Loan Forgiveness Program is a demonstration program that is intended to bring more highly trained individuals into the early child care profession and to keep more highly trained child care providers in the early child care field for longer periods. Under this program, individuals who work full-time in certain child care facilities that serve low-income families and meet other qualifications may be eligible to have up to 100 percent of their Direct Loan and/or FFEL program loans forgiven. See Section 4 for more detailed information.
- Before completing this Child Care Provider Loan Forgiveness Forbearance Form, read the entire form including the definitions, program eligibility requirements, and terms and conditions in Section 4.
- Type or print using dark ink. Provide all requested information. Show dates as MM-DD-YYYY (for example, "January 1, 2001" = "01-01-2001").
- **Return the completed form to the address shown in Section 6.** If you are applying for forbearance of loans that are held by different loan holders, you must submit a separate Child Care Provider Forbearance form to each loan holder.

### SECTION 3: CHILD CARE PROVIDER LOAN FORGIVENESS FORBEARANCE REQUEST AND CERTIFICATION

By my signature, I certify that:

- I have read and understand the terms and eligibility criteria for the Child Care Provider Loan Forgiveness program as identified in Section 4 of this form.
- I am requesting forbearance of payments on my eligible loan(s) while I am performing my qualifying child care service. If I am past due on payments not covered by this forbearance, my loan holder may grant me a separate forbearance to resolve the delinquency on these payments at the time my request is processed. Upon termination of the forbearance, I agree to repay the loan(s) according to the terms of my promissory note(s) and repayment schedule(s).
- I understand that during the forbearance period, my principal and interest payments may be postponed, but interest will continue to accrue whether or not the federal government normally pays the interest on my loan(s) during deferments and in-school periods.
- I understand that any unpaid interest that accrues during the forbearance period may be capitalized, as permitted by law.
- I understand that this forbearance will be granted in twelve-month increments and that I must reapply for it each year during the five consecutive years of required employment.
- I will notify my loan holder immediately if my qualifying employment at an eligible facility ends.
- I understand that receiving forbearance does not guarantee that I will receive loan forgiveness benefits.

If the child care facility is your home, you must attach documentation that shows your State or local government licensing, certification, approval or registration requirements, if required by state or local law.

I intend to work full-time, at least 30 hours per week, as a child care provider providing child care services in a facility that serves a low income community for the next twelve months from | | - | | - | | - | | - | | to | | - | | - | | - | | - | |. The child care facility at which I intend to perform my qualifying employment is the following:

Child Care Facility's Name

( )  
Telephone

Child Care Facility's Address (Street, City, State, Zip)

I certify that the information I provided in this section is true and accurate to the best of my knowledge and belief.

Borrower's Signature

Date

#### SECTION 4: DEFINITIONS, ELIGIBILITY REQUIREMENTS, AND TERMS AND CONDITIONS FOR THE FORGIVENESS PROGRAM

##### DEFINITIONS

- **Capitalization** is the addition of unpaid interest to the principal balance of a loan. This will increase the principal and total cost of the loan.
- A **child care facility** means a facility, including a home, that provides child care services, and meets applicable State or local government licensing, certification, approval, or registration requirements.
- A **child care provider** is a person who provides child care services in an eligible child care facility and has an associate's or bachelor's degree in the field of early childhood education or child care awarded by an institution of higher education.
- **Child care services** means activities and services provided for the education and care of children from birth through age 5 by an individual who has a degree in early childhood education.
- **Consecutive years of employment** means maintaining full-time employment for successive, uninterrupted 12-month periods as a child care provider in an eligible child care facility.
- The **director or owner** is the official in your child care facility with responsibility for supervising your employment as a child care provider and who has access to records relating to your experience and qualifications for providing child care services.
- **Early childhood education** means education in the areas of early child education or child care, or any other educational area related to child care that the Secretary of Education determines appropriate.
- **Full-time** means working as a child care provider in an eligible child care facility at least 30 hours per week.
- The **holder of a Direct Loan Program** loan is the U.S. Department of Education (Department). The **holder of a FFEL Program** loan may be a lender, guaranty agency, or the Department.
- An **institution of higher education** means a nationally accredited public or nonprofit private institution that is legally authorized by a State to provide postsecondary educational programs that lead to an associate's or bachelor's degree.
- **Eligible loans** are Federal Stafford Loans (subsidized and unsubsidized) that were made on or after October 7, 1998 and made for the purpose of completing the borrower's degree in early childhood education or child care.
- A **low-income community** means a community in which at least 70 percent of the individuals are from families that earn less than 85 percent of the State median household income. For the purposes of this loan forgiveness program, community means the children who receive child care at the child care facility.

##### ELIGIBILITY REQUIREMENTS

- You must be a new borrower. For the purpose of this loan forgiveness program, you are a new borrower if you had no outstanding balance on a Direct Loan and/or an FFEL program loan on October 7, 1998, or on the date that you obtain a Direct Loan or an FFEL program loan after October 7, 1998.
- You must have received an associate's degree or bachelor's degree in the field of early childhood education that was awarded from an institution of higher education.
- If you graduated from an institution of higher education in an area of study other than early childhood education or child care and later returned to postsecondary education in order to obtain a degree in early childhood education or child care, you can only receive forgiveness on eligible loans obtained for a maximum of two of the academic years required to obtain the early childhood education or child care degree.
- You may not apply for Child Care Provider Loan Forgiveness until you have worked two consecutive years (24 months) as a child care provider in a facility that serves a low-income community. You must reapply each year to be considered for additional loan forgiveness benefits. An application for one year does not qualify you for loan forgiveness in a later year.
- You have not received benefits for the same child care services under both Subtitle D of Title I of the National and Community Service Act of 1990 (AmeriCorps) and this Child Care Provider Loan Forgiveness Program.
- Your loan holder must provide you with a forbearance on repayment of your eligible loan(s) while you are in qualifying employment unless you are in a deferment status on the loan(s).

##### TERMS AND CONDITIONS

- Child Care Provider Loan Forgiveness is on a first-come, first-served basis and is subject to the availability of funds. Priority is given to those who have received the forgiveness in prior years.
- The total amount of all your eligible loans (principal and interest, including interest that accrued during an approved forbearance period) may be forgiven as follows:
  - ◆ 20 percent after completing two consecutive years (24 months) of qualifying employment;
  - ◆ 20 percent after completing the third consecutive year (36 months) of qualifying employment;
  - ◆ 30 percent after completing the fourth consecutive year (48 months) of qualifying employment; and
  - ◆ 30 percent after completing the fifth consecutive year (60 months) of qualifying employment.
- You may be eligible to receive a forbearance while you are performing the eligible full-time child care service in a child care facility that serves a low-income community. This will allow you to cease making payments while you are performing this service.
- Your loan holder will not refund any payments that you made or that were made on your behalf before you were determined to be eligible for loan forgiveness under this program.
- If you receive forbearance based on any false, fictitious, or fraudulent statements that you knowingly make on this form or on any accompanying documentation, you may be subject to civil and criminal penalties under applicable federal law.

## SECTION 5: IMPORTANT NOTICES

### Privacy Act Disclosure Notice

The Privacy Act of 1974 (5 U.S.C. 552a) requires that the following notice be provided to you:

The authorities for collecting the requested information from and about you are §428(b)(2)(A) et seq. and §451 et seq. of the Higher Education Act of 1965, as amended, (20 U.S.C. 1078(b)(2)(A) et seq. and 20 U.S.C. 1087a et seq.) and the authority for collecting and using your Social Security Number (SSN) is §484(a)(4) of the HEA (20 U.S.C. 1091(a)(4)). Participating in the Federal Family Education Loan (FFEL) Program or the William D. Ford Federal Direct Loan (Direct Loan) Program and giving us your SSN are voluntary, but you must provide the requested information, including your SSN, to participate.

The principal purposes for collecting the information on this form, including your SSN, are to verify your identity, to determine your eligibility to receive a loan or a benefit on a loan (such as a deferment, forbearance, discharge, or forgiveness) under the FFEL and Direct Loan programs, to permit the servicing of your loan(s), and, if it becomes necessary, to locate you and to collect on your loan(s) if your loan(s) become delinquent or in default. We also use your SSN as an account identifier and to permit you to access your account information electronically.

The information in your file may be disclosed to third parties as authorized under routine uses in the appropriate systems of records. The routine uses of this information include its disclosure to federal, state, or local agencies, to other federal agencies under computer matching programs, to private parties such as relatives, present and former employers, business and personal associates, to credit bureau organizations, to educational institutions, and to contractors in order to verify your identity, to determine your eligibility to receive a loan or a benefit on a loan, to permit the servicing or collection of your loan(s), to counsel you in repayment efforts, to enforce the terms of the loan(s), to investigate possible fraud and to verify compliance with federal student financial aid program regulations, or to locate you if you become delinquent in your loan payments or if you default.

**In the event of litigation, we may send records to the Department of Justice, a court, adjudicative body, counsel, party, or witness if the disclosure is relevant and necessary to the litigation. If this information, either alone or with other information, indicates a potential violation of law, we may send it to the appropriate authority for action. We may send information to members of Congress if you ask them to help you with federal student aid questions. In circumstances involving employment complaints, grievances, or disciplinary actions, we may disclose relevant records to adjudicate or investigate the issues. If provided for by a collective bargaining agreement, we may disclose records to a labor organization recognized under 5 U.S.C. Chapter 71. Disclosures may also be made to qualified researchers under Privacy Act safeguards.**

### Paperwork Reduction Notice

According to the Paperwork Reduction Act of 1995, no persons are required to respond to a collection of information unless it displays a currently valid OMB control number. The valid OMB control number for this information collection is 1845-0057. The time required to complete this information collection is estimated to average 0.33 hours (20 minutes) per response, including the time to review instructions, search existing data resources, gather and maintain the data needed, and complete and review the information collection. ***If you have any comments concerning the accuracy of the time estimate(s) or suggestions for improving this form, please write to***

U.S. Department of Education, Washington, DC 20202-4651

***If you have any comments or concerns regarding the status of your individual submission of this form, write directly to the address shown in Section 6.***

## SECTION 6: WHERE TO SEND THE COMPLETED CHILD CARE PROVIDER LOAN FORGIVENESS FORBEARANCE FORM

Return the completed forbearance request and any attachments to:

(If no address is shown, return to your loan holder)

**If you need HELP with this form, call:**

(If no phone number is shown, call your loan holder)